

Combined or Consolidated Return Affiliation Schedule

Arizona Form 51

General Instructions

For assistance, please contact one of the Taxpayer Information and Assistance help numbers:

Phoenix(602) 255-3381
Tucson(520) 628-6421
Other Arizona areas1-800-352-4090
Form orders(602) 542-4260
Forms by Fax(602) 542-3756
Recorded Tax Information
Phoenix(602) 542-1991
Other Arizona areas1-800-845-8192
Hearing impaired TDD user
Phoenix(602) 542-4021
Other Arizona areas1-800-397-0256
Internet<http://www.state.az.us/revenue>

Purpose of the Form

Form 51 is used to list members of combined or consolidated affiliated groups.

For consolidated groups, the affiliated group consists of all related companies included in the federal consolidated return.

For combined groups, the affiliated group consists of all members included in the combined filing and any related companies in which a member of the combined group owns more than a fifty percent interest.

This form also identifies corporations that are added to or deleted from the group. For succeeding taxable years, indicate whether any changes occurred in the affiliated group on page 1, question C of Form 120. If so, the taxpayer must complete the applicable sections of Form 51 and attach it to the return. Attach Form(s) 51 immediately following the last page of Arizona Form 120.

Taxable Year

Identify the taxable year of the combined or consolidated parent corporation at the top of Form 51.

Name, Address, and Employer Identification Number

If a consolidated return is being filed, list the parent corporation's name with the phrase "and subsidiaries," the parent's address, and the parent's federal employer identification number. If a combined return is being filed, list the name, address, and federal employer identification number of the corporation under which the group is filing. The name for a combined return should include either the phrase "and unitary subsidiaries" or "and unitary affiliates," whichever is applicable.

The name, address, and federal employer identification number should be the same as that reported on page one of Arizona Form 120.

Section I: Listings

Complete Section I only if it was not completed for a previous taxable year. For consolidated returns, list all members of the affiliated group except the parent. For combined returns, list all members of the combined group except for the company under which the combined return is being filed. Also list any affiliated members that file separate income tax returns to Arizona. If Section I is completed, do not complete Sections II and III.

In the "Arizona filer?" column, identify with an X those affiliated members that previously have filed a return to Arizona. For example, if a member filed a combined return, indicate only the company that was identified on the top of page 1 on the original return. Do not mark those companies that were listed on Schedule H - Affiliates on the combined return. In addition, please indicate with an X those companies that previously filed separate company returns to Arizona.

In the "F/C/S" column, identify which type of return the affiliated group member is filing to Arizona. Use "F" for

consolidated return, "C" for combined return, and "S" for separate company return.

Do not complete the "Period from/through" column for corporations that were members of the consolidated or combined group for the entire taxable year. Use the column only for members that were added or deleted during the taxable year. For each member that was added or deleted, indicate the period of time (by month and year) the member was part of the group. For example, if a calendar-year taxpayer acquired a member in June, 1993, the period listed would be 06/93 - 12/93.

The principal business activity (PBA) code is the same code used for federal tax purposes.

If there are more than 12 affiliated corporations, attach additional Forms 51 immediately after the first Form 51. (Enter the taxable year, name, address, and federal employer identification number of the parent corporation on each additional Form 51.) Alternatively, if there are more than 12 affiliated corporations, you may file Form 51 by diskette. Diskette filing can be used *only* for Section I information. Call (602) 542-3141 for diskette filing instructions.

Section II: Additions

Do not complete Section II if Section I was completed for this taxable year. List those corporations that were added to the combined or consolidated group during the taxable year. In addition, list new affiliates that will file separate company returns to Arizona. If there were more than six corporations added during the taxable year, attach additional Form(s) 51 immediately after the first Form 51. (Enter the taxable year, name, address, and federal employer identification number of the parent corporation on each additional Form 51.)

In the "Arizona filer?" column, identify with an X those affiliated members that previously have filed a return to Arizona.

For example, if a member filed a combined return, indicate only the company that was identified on the top of page 1 on the original return. Do not mark those companies that were listed on "Schedule H - Affiliates" on the combined return. In addition, please indicate with an X those companies that previously filed separate company returns to Arizona.

In the "F/C/S" column, identify which type of return the affiliated group member is filing to Arizona. Use "F" for consolidated return, "C" for combined return, and "S" for separate company return.

Use the "Month added" column to indicate the number of the month during the taxable year the member was added to the affiliated group. For example, if the member was added in June, use the number 06.

The principal business activity (PBA) code is the same code used for federal tax purposes.

Section III: Deletions

Do not complete Section III if Section I was completed for this taxable year. In Section III, list those corporations that were deleted from the combined or consolidated group during the taxable year. In addition, list any affiliates that were filing separate company returns to Arizona and which have been deleted

from the affiliated group. If there are more than six corporations deleted during the year, attach additional Form(s) 51 immediately after the first Form 51.

(Enter the taxable year, name, address, and federal employer identification number of the parent corporation on each additional Form 51.)

In the "Arizona filer?" column, identify with an X those affiliated members that previously have filed returns to Arizona. For example, if a member filed a combined return, indicate only the company that was identified on the top of page one on the original return. Do not mark those companies that were listed on "Schedule H - Affiliates" on the combined return. In addition, please indicate with an X those companies that previously filed separate company returns to Arizona. In the "F/C/S" column, identify which type of return the affiliated group member was filing to Arizona. Use "F" for consolidated return, "C" for combined return, and "S" for separate company return.

Use the "Month deleted" column to indicate the number of the month during the taxable year the member was deleted from the affiliated group. For example, if the member was deleted in June, use the number 06.

The principal business activity (PBA) code is the same code used for federal tax purposes.

For each deleted corporation, state the reason for deletion. Reasons for deletion may include disposition, dissolution, or in the case of a combined return, the corporation is no longer unitary.

Name Changes

If any member of the consolidated or combined group, or a member of the affiliated group which was filing a separate company return to Arizona, has a name change during the taxable year, the following information should be provided by the taxpayer:

Provide all information (using the new name) as requested in Section II and, in addition, place an X in the "Name change?" column. Enter the month the company began operations under the new name in the "Month added" column. For example, if the member's name changed in June, use the number 06.

Provide all information (using the old name) as requested in Section III and place an X in the "Name change?" column. Use the "Month deleted" column to indicate the number of the month during the taxable year that the member ceased operating under the old name. For example, if the member's name changed in June, use the number 06.